

A ended mine plan 2-7-06

Form MR-SMO  
(Revised 7/98)

This Section for DOGM Use:

Assigned DOGM File No.: S 1270/084

DOGM Lead: \_\_\_\_\_

STATE OF UTAH  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING  
1594 West North Temple Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801  
(801) 538-5291  
Fax: (801) 359-3940

**NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS**

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" means mining operations which disturb five or less surface acres at any given time.

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**I. GENERAL INFORMATION (Rule R647-3-104)**

1. Name of Mine: Silver Dream #1 and #3
2. Name of Operator/Applicant: Robert Steele and Terry Steele  
Company ( ) Corporation ( ) Partnership ☒ Individual ( )
3. Permanent Address: 1055 N 400 E  
City: Nephi State: Ut Zip Code: 84648  
Telephone Number: (435) 623-1877
4. Ownership of Land Surface:

Private (Fee) ☐ Public Domain (BLM) ☒ National Forest (USFS) ☐

State Trust Land/School Sections ☐ State Sovereign Lands ☐

Other (please describe): \_\_\_\_\_

Name _____	Address _____
Name _____	Address _____
Name _____	Address _____
Name _____	Address _____

RECEIVED

FEB 24 2006

DIVISION OF OIL, GAS AND MINING

5. Ownership of Minerals:Private (Fee) ☐ Public Domain (BLM) ☒ National Forest (USFS) ☐State Trust Land/School Sections ☐ State Sovereign Lands ☐

Other (please describe): \_\_\_\_\_

Name Robert Steele Address 1055 N 400 E Nephi, UtahName Terry Steele Address \_\_\_\_\_

Name \_\_\_\_\_ Address \_\_\_\_\_

Name \_\_\_\_\_ Address \_\_\_\_\_

Utah Mining Claim Number(s): Ume 365721 - 365722 -  
367303

Utah State Lease Number(s): \_\_\_\_\_

Name of Lessee(s): \_\_\_\_\_

## 6. Have the above surface and mineral owners been notified in writing?

Yes ☒ No ☐

If no, why not? \_\_\_\_\_

*Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration prior to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.*

7. Does the operator have legal right to enter and conduct mining operations on the land covered by this notice? Yes ☒ No ☐II. PROJECT LOCATION & MAP (Rule R647-3-105)

## 1. Project Location (legal description):

County(ies): Millard

#1 - NE 1/4, SW 1/4, of — 1/4: Section: 8 Township: 21S Range: 16W  
 #2 - SE 1/4, SW 1/4, of — 1/4: Section: 8 Township: 21S Range: 16W  
 \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4, of \_\_\_\_\_ 1/4: Section: \_\_\_\_\_ Township: \_\_\_\_\_ Range: \_\_\_\_\_

UTM East \_\_\_\_\_ (if known) UTM North \_\_\_\_\_ (If known)

Name of Quad Map for Location Crystal Peak

## 2. A topographic base map showing the location of the proposed small mining operation must be submitted with this notice. A USGS 7.5 minute series map is preferred. The areas to be disturbed should be plotted in sufficient detail so that they can be located on the ground. It is recommended that the operator also plot and label any pre-existing disturbances in the immediate vicinity that he is not responsible for.

**III. OPERATION PLAN (Rule R647-3-106)**

1. Type of mining: Surface ☐ Underground ☒
2. Mineral(s) to be mined: Gold, Silver
3. Provide a brief description of the proposed mining operation and onsite processing facilities. Chutes will be made from the mines to the yards. The ore then will be drilled and shot. The busted ore will then be moved down the chutes to the yards where it will then be loaded onto trucks and hauled to the mill

☒ New Road(s): Length App. 4000 (ft) Width 18 (ft) claim # 3

☒ Improved Road(s): Length 200 (ft) Width 18 (ft) claim # 1

Total project surface acreage to be disturbed: App. 4 (acres)

Proposed startup date of project (month, year) ON going

Proposed completion date of project, if known (month, year) UNKNOWN

**IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)**

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining:

1. Keep the mining operation in a safe, clean, and environmentally stable condition.
2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.
5. Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
6. Remove all waste or debris from stream channels.
7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
8. Conduct mining activities so as to minimize erosion and control sediment.
9. Reclaim all roads that are not part of a permanent transportation system.

10. Stockpile topsoil and suitable overburden prior to mining.
11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
12. Properly prepare seedbed to a depth of six inches by ripping, discing, or harrowing.
13. Reseed disturbed areas with adaptable species. (The Division recommends seeding 20 lbs./acre of native and introduced species of grass, forb, and browse seed, and will provide a specific species list if requested.)
14. Plant the seed with a rangeland or farm drill, or if broadcast seeded, harrow or rake the seed 1/4-1/2 inch into the soil - fall is the preferred time to seed.

**V. VARIANCE REQUEST (Rule R647-3-110)**

Yes ☐ No ☐

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above, should be identified below and justification given for the variance request(s).

<u>Item Number</u>	<u>Variance Request Justification</u>
_____	_____
_____	_____
_____	_____
_____	_____

**VI. PERMIT FEE [Mined Land Reclamation Act 40-8-7(i)]**

The Utah Mined Land Reclamation Act of 1975 [40-8-7 (i)] provides the authority for fee implementation which was approved by the Utah Legislature at its 1998 session. Commencing July 1, 1998, the fees are assessed to new and existing notices of intention, and annually thereafter.

*Small Mining Notices require a \$100.00 fee which must accompany this application.*

**VII. SIGNATURE REQUIREMENT**

I hereby commit to conduct mining operations and to reclaim the aforementioned small mine as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.

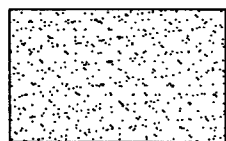
Signature of Operator/Applicant: \_\_\_\_\_

Name (typed or printed): \_\_\_\_\_

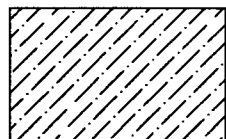
Title/Position (if applicable): \_\_\_\_\_

Date: \_\_\_\_\_

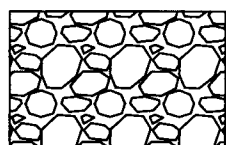
*Robert L. Steele*  
 \_\_\_\_\_  
 Robert L. Steele  
 \_\_\_\_\_  
 owner  
 \_\_\_\_\_  
 2-7-06  
 \_\_\_\_\_



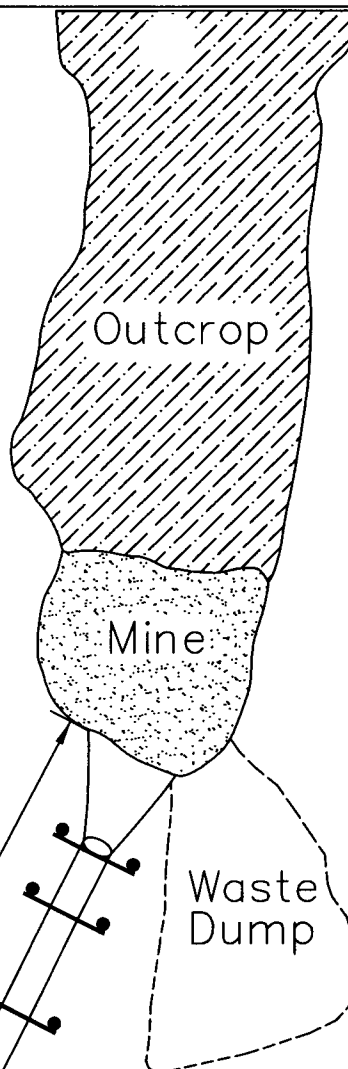
Mine



Outcrop



Ore Stockpile

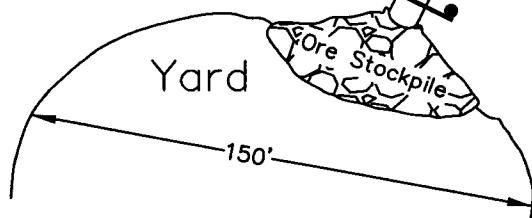


Waste Dump

400' Approximately

Roof Bolts And Iron Straps  
To Hold Pipe In Place

16" Pipe

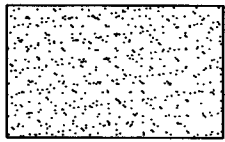


Yard

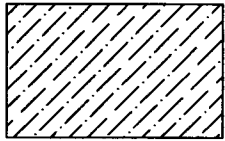
150'

SITE # 2  
CLAIM # 3  
S.E. And S.W. 1/4  
T21S R16W S.L.B.M.  
UMC # 367303

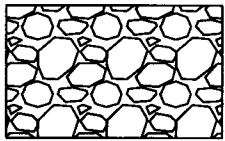




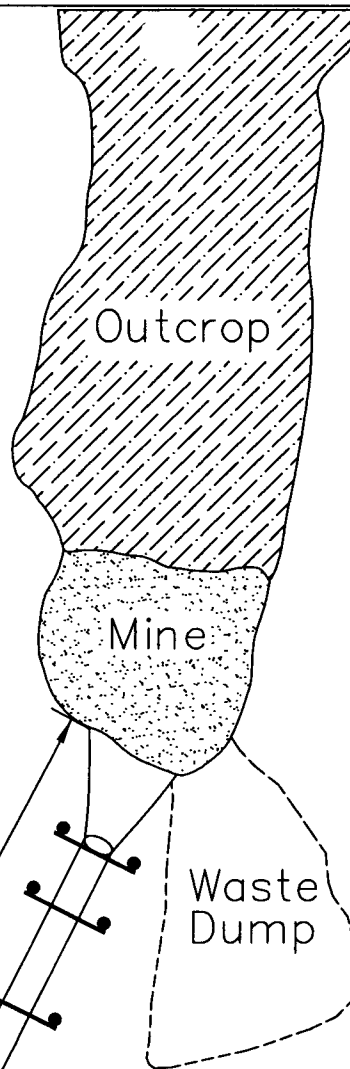
Mine



Outcrop



Ore Stockpile



Outcrop

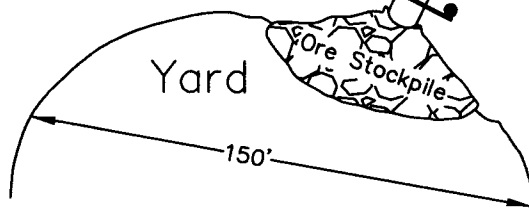
Mine

Waste Dump

400' Approximately

Roof Bolts And Iron Straps  
To Hold Pipe In Place

16" Pipe



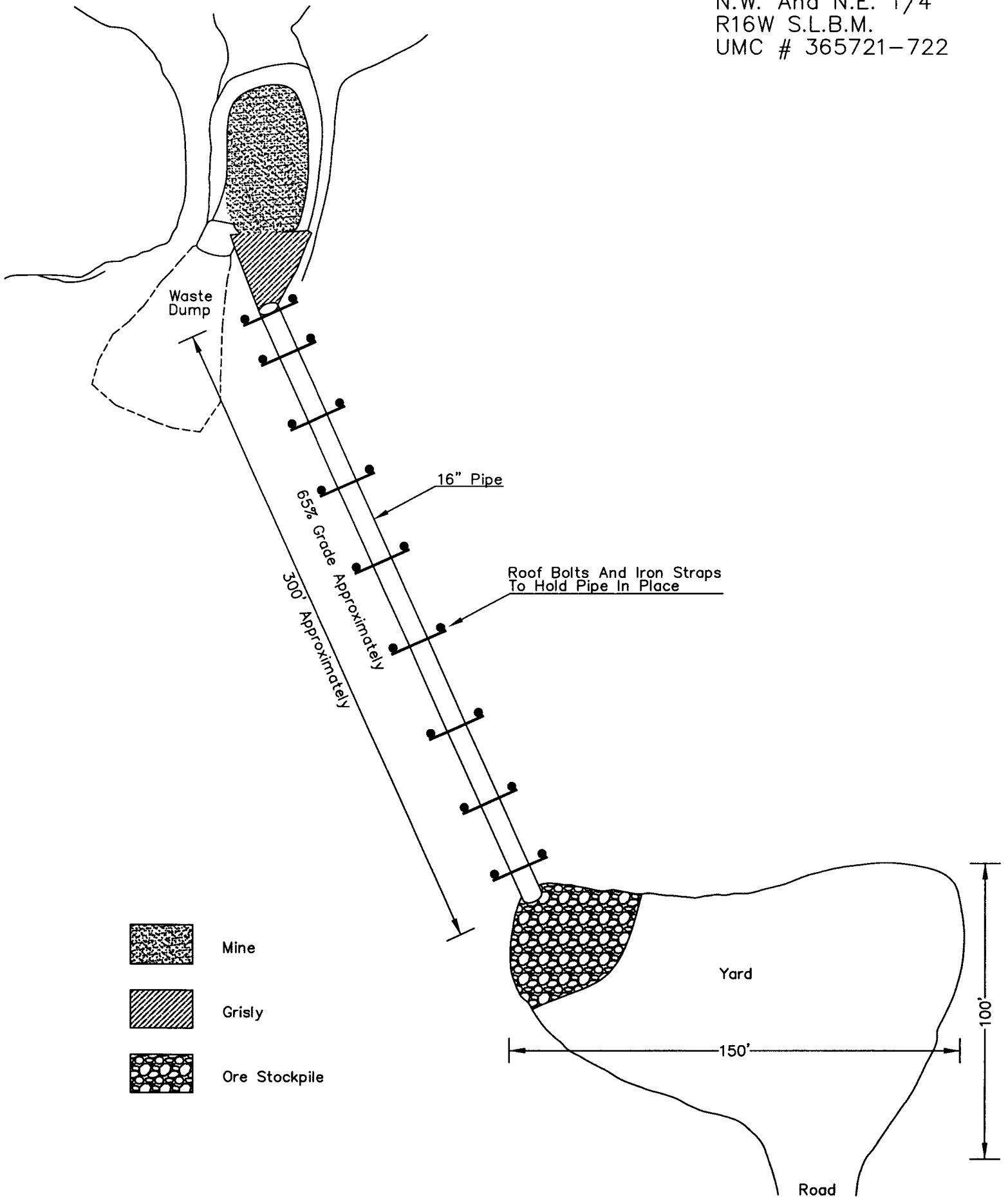
Yard

Ore Stockpile

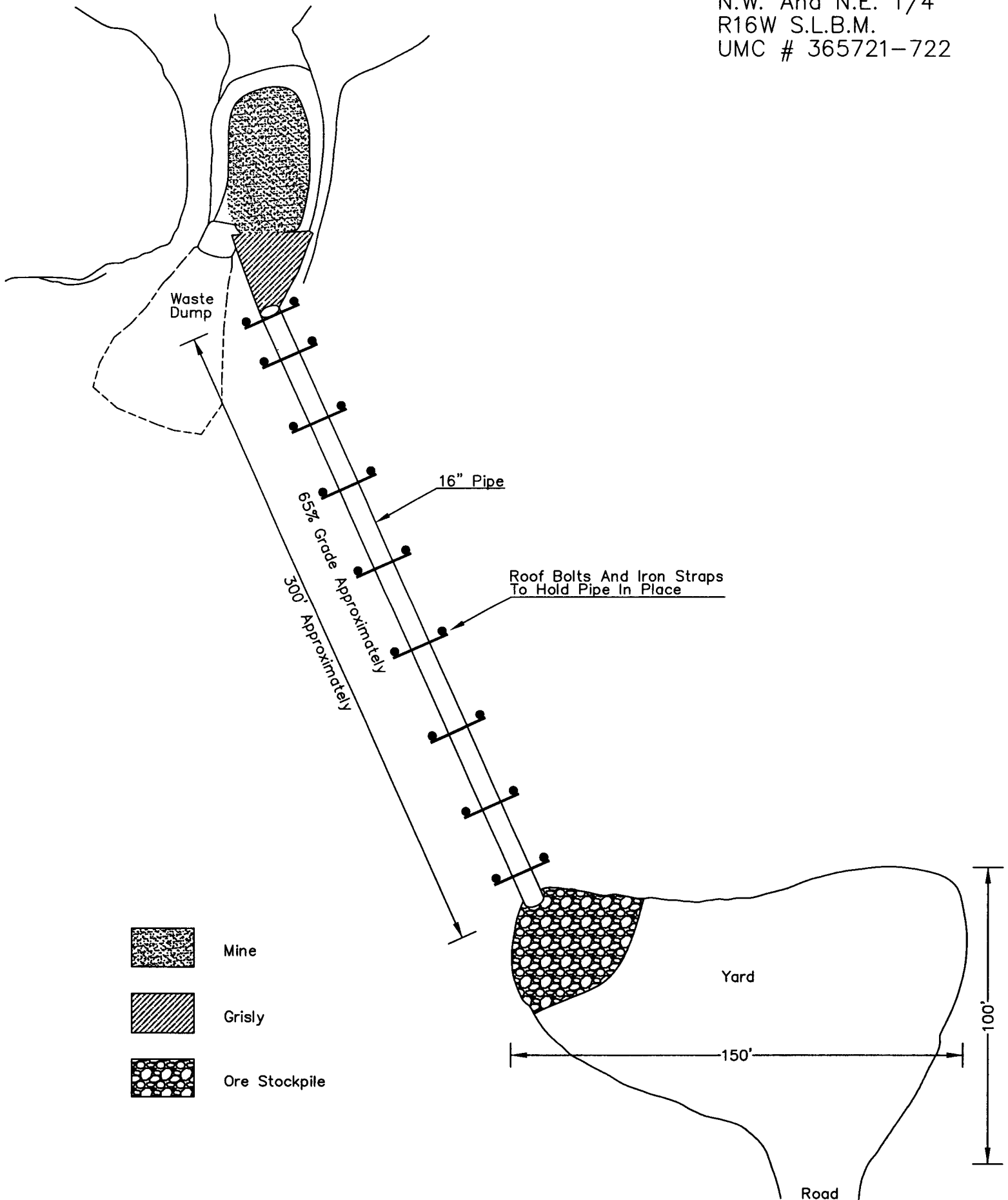
150'

SITE # 2  
CLAIM # 3  
S.E. And S.W. 1/4  
T21S R16W S.L.B.M.  
UMC # 367303

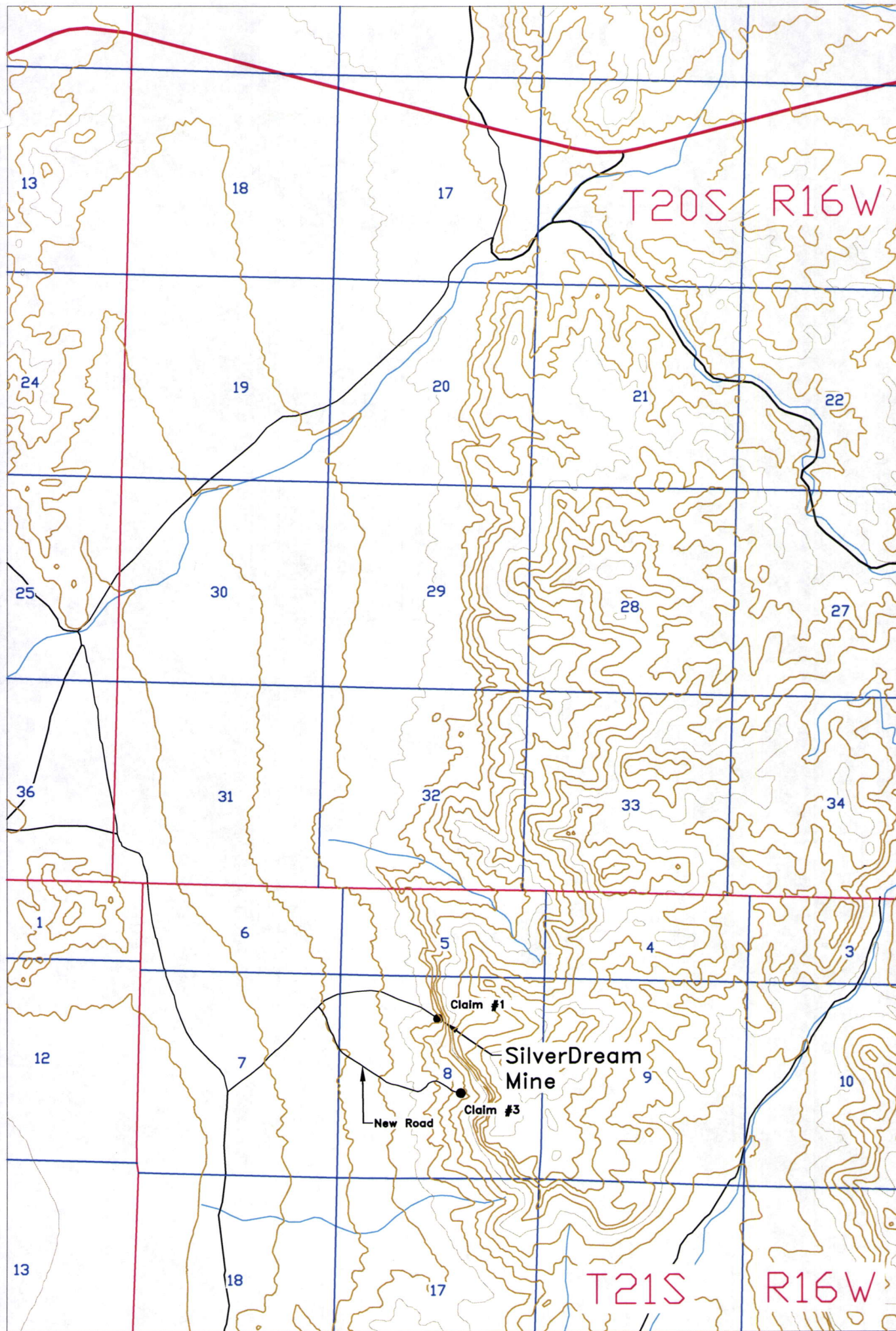
SITE # 1  
CLAIM # 7  
Sec. 8 T21S  
N.W. And N.E. 1/4  
R16W S.L.B.M.  
UMC # 365721-722



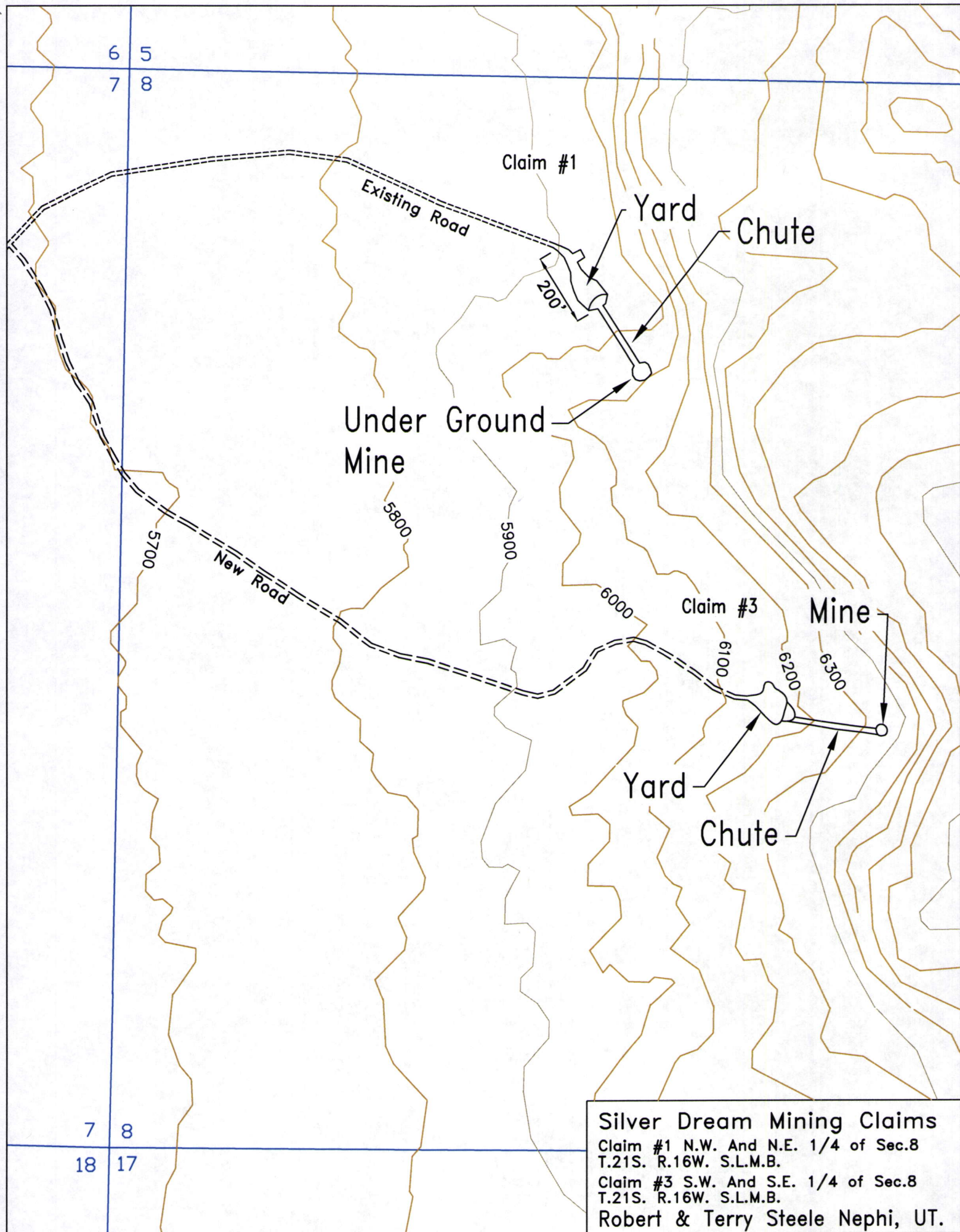
SITE # 1  
CLAIM # 1  
Sec. 8 T21S  
N.W. And N.E. 1/4  
R16W S.L.B.M.  
UMC # 365721-722

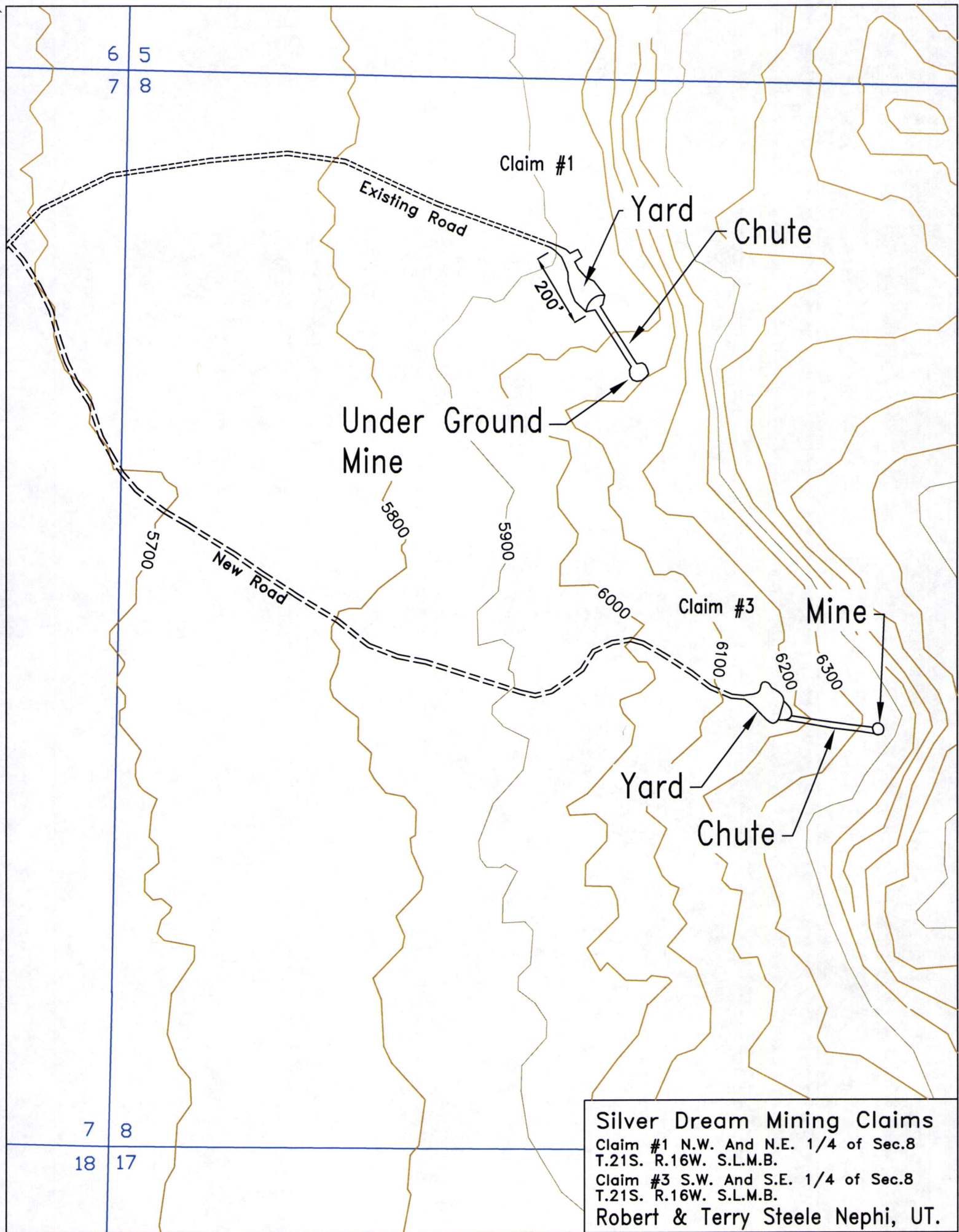




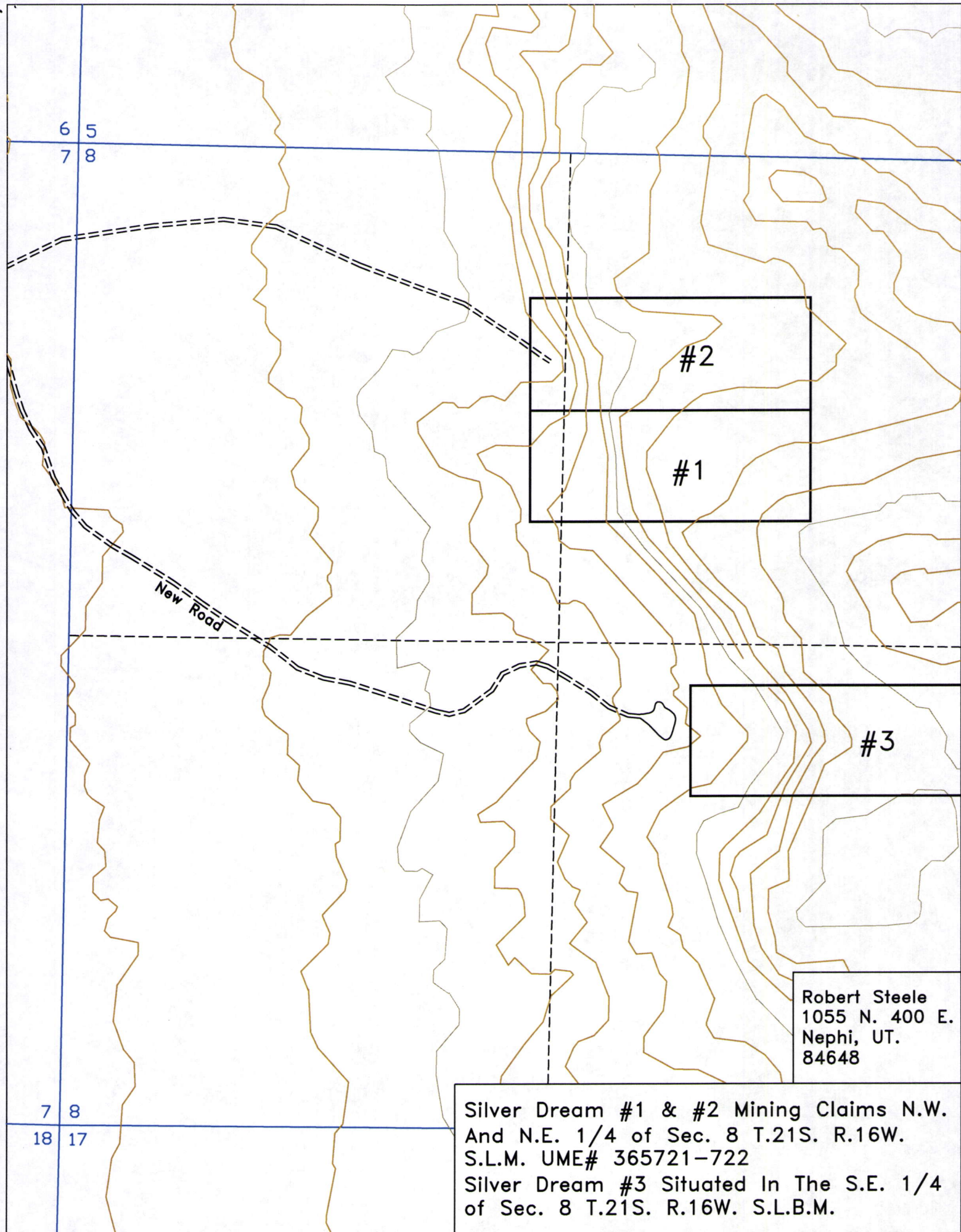




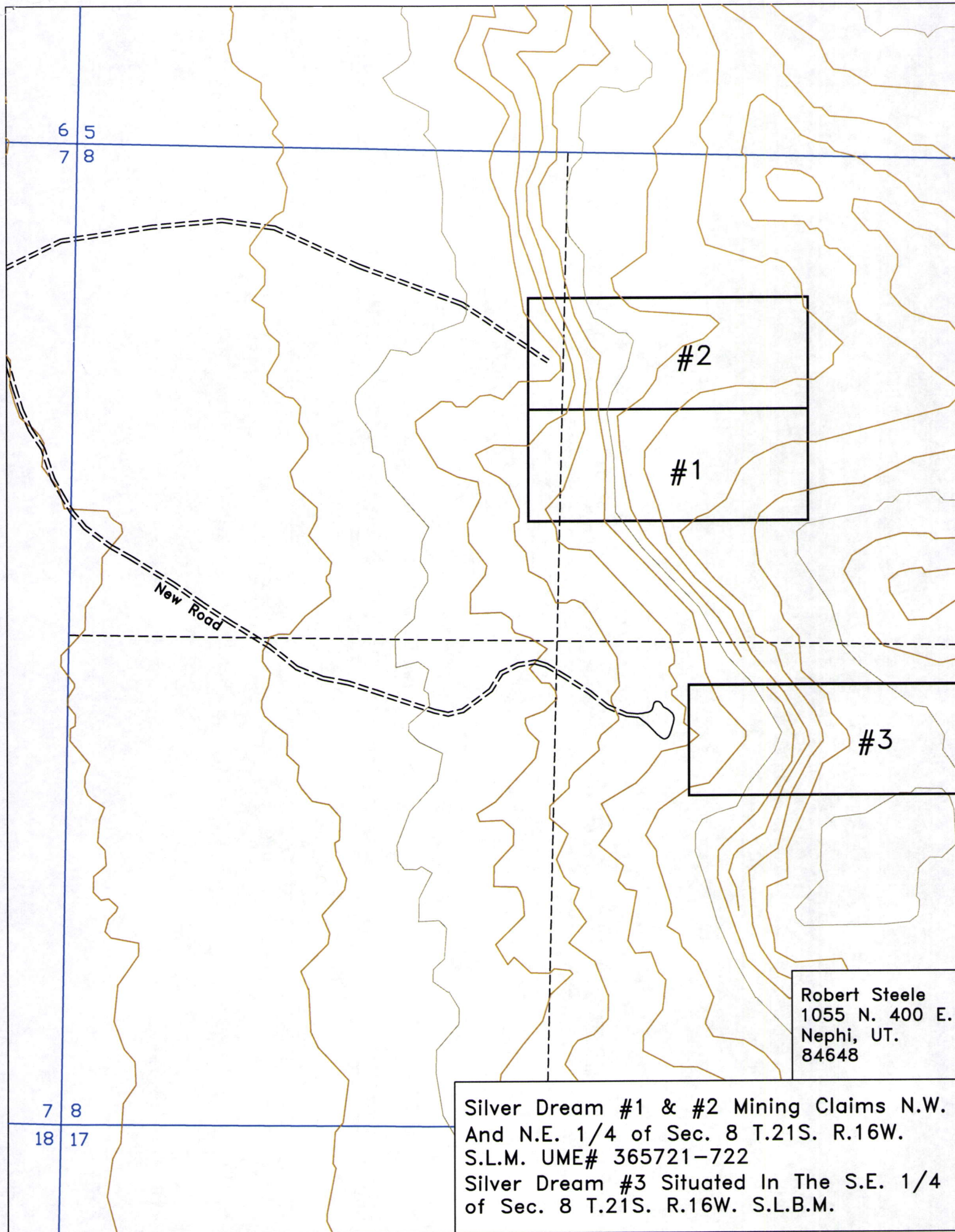












Robert Steele  
1055 N. 400 E.  
Nephi, UT.  
84648

Silver Dream #1 & #2 Mining Claims N.W.  
And N.E. 1/4 of Sec. 8 T.21S. R.16W.  
S.L.M. UME# 365721-722  
Silver Dream #3 Situated In The S.E. 1/4  
of Sec. 8 T.21S. R.16W. S.L.B.M.